

Message Text

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ACTION ARA-10

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-08 FRB-01
INR-07 NSAE-00 USIA-15 TRSE-00 XMB-04 OPIC-06 SP-02
CIEP-02 LAB-04 SIL-01 OMB-01 NSC-05 SS-15 STR-04
CEA-01 PA-02 PRS-01 /095 W
-----050339Z 062865 /67

R 042022Z FEB 77
FM AMEMBASSY SANTIAGO
TO SECSTATE WASHDC 3328
INFO AMEMBASSY BOGOTA
AMEMBASSY BRASILIA
AMEMBASSY BUENOS AIRES
AMEMBASSY CARACAS
AMEMBASSY LIMA
AMEMBASSY LA PAZ
AMEMBASSY QUITO
DEPT OF AGRIC WASHDC

UNCLAS SANTIAGO 1026

E.O. 11652: N/A
TAGS: AFSP ALOW AFIN ECON CI
SUBJECT: INFLATION IN JANUARY

1. THE NATIONAL INSTITUTE OF STATISTICS ANNOUNCED FEBRUARY 3 THAT THE CONSUMER PRICE INDEX (CPI) INCREASED BY 5.9 PERCENT IN JANUARY. THIS JANUARY FIGURE ANNUALIZES TO 99 PERCENT.
2. INCREASES BY SECTORS WERE: FOOD 8.2 PERCENT, HOUSING 3.4 PERCENT, CLOTHING 1.4 PERCENT AND MISCELLANEOUS 5.4 PERCENT.
3. ACCORDING TO INE OFFICIALS, AT LEAST TWO PERCENTAGE POINTS OF JANUARY'S 5.9 PERCENT INFLATION ARE ACCOUNTED FOR BY THE EXTENSION OF THE VALUE ADDED TAX TO CERTAIN BASIC PRODUCTS PREVIOUSLY EXEMPTED. MOST SIGNIFICANT AMONG THE LATTER ARE BREAD, MILK, VEGETABLES AND FRUITS, AND NEWSPAPERS AND MAGAZINES. ALSO
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CONTRIBUTING TO LAST MONTH'S INFLATION WERE READJUSTMENTS IN HOUSING PAYMENTS BY MORTGAGORS TO THE SAVINGS AND LOANS ASSOCIATIONS, AND INCREASES IN TELEPHONE AND ELECTRICITY RATES.

4. COMMENT: INFLATION MEASURED OVER 12-MONTH PERIODS HAS DECREASED CONSISTENTLY SINCE DECEMBER 1975, FROM 341 PERCENT DOWN TO 163 PERCENT IN JANUARY 1977. GOC EXPECTS INFLATION NOT TO

EXCEED ONE-HUNDRED PERCENT DURING 1977. IF THE MONTHLY RATE
DURING THE FIRST SEMESTER IS KEPT AT ABOUT 5-6 PERCENT, THIS
OBJECTIVE SEEMS LIKELY TO BE ACHIEVED.
POPPER

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INFLATION
Control Number: n/a
Copy: SINGLE
Sent Date: 04-Feb-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977SANTIA01026
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770041-0970
Format: TEL
From: SANTIAGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770271/aaaacleu.tel
Line Count: 66
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: afc497cb-c288-dd11-92da-001cc4696bcc
Office: ACTION ARA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Retention: 0
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Review Content Flags:
Review Date: 13-Oct-2004 12:00:00 am
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3405325
Secure: OPEN
Status: NATIVE
Subject: INFLATION IN JANUARY
TAGS: AFSP, ALOW, AFIN, ECON, CI
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/afc497cb-c288-dd11-92da-001cc4696bcc
Review Markings:
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